

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02195A  
Bonita Creek Land & Home Owners Association  
% Fred Washburn  
HC 7, Box 284  
Payson AZ 85541

**RECEIVED**

AUG 26 2003

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**ANNUAL REPORT**

*Entered  
9-3-03  
C.M.*

**FOR YEAR ENDING**

12	31	2002
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FOR COMMISSION USE

W-02195A	02
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## COMPANY INFORMATION

Company Name (Business Name) <u>Bonita Creek Land &amp; Homeowners ASS.</u>		
Mailing Address <u>HC 7 Box 271-R</u>		
<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)
<u>928-472-7526</u> Telephone No. (Include Area Code)	<u>602-762-7312</u> Fax No. (Include Area Code)	<u>602-762-7312</u> Pager/Cell No. (Include Area Code)
Email Address <u>fwashburn@cybertrails.com</u>		
Local Office Mailing Address _____		
_____ (City)	_____ (State)	_____ (Zip)
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		

## MANAGEMENT INFORMATION

Management Contact: <u>Fred Washburn</u>			<u>Water Director</u>		
(Name)			(Title)		
<u>HC 7 Box 271-R</u> (Street)	<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)		
<u>928-472-7526</u> Telephone No. (Include Area Code)	<u>602-762-7312</u> Fax No. (Include Area Code)	<u>602-762-7312</u> Pager/Cell No. (Include Area Code)			
Email Address _____					
On Site Manager: <u>John Goulette</u>					
(Name)					
<u>HC 3 Box 276K</u> (Street)	<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)		
<u>928-472-6490</u> Telephone No. (Include Area Code)	<u>602-695-1474</u> Fax No. (Include Area Code)	<u>602-695-1474</u> Pager/Cell No. (Include Area Code)			
Email Address _____					

**Statutory Agent:** Lita Washburn  
(Name)

HC 7 Box 271-R Payson AZ 85541  
(Street) (City) (State) (Zip)

928 472-7526  602-762-7312  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Attorney:** \_\_\_\_\_  
(Name)

\_\_\_\_\_  
(Street) (City) (State) (Zip)

\_\_\_\_\_  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |  |                                   |                                   |
|--|-----------------------------------|-----------------------------------|
| <input type="checkbox"/> APACHE          | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO |
| <input checked="" type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ          | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO          | <input type="checkbox"/> PIMA     | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ      | <input type="checkbox"/> YAVAPAI  | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE       |                                   |                                   |

COMPANY NAME

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	1049	497	552
320	Water Treatment Equipment	12746	6438	6308
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	168	35	133
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	142	35	107
340	Office Furniture and Equipment	73	69	4
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	433	371	62
344	Laboratory Equipment	1526	848	678
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	16137	8293	7844

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	1049	.1497	157
320	Water Treatment Equipment	12746	.0500	638
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	168	.0500	8
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	142	.0000	0
340	Office Furniture and Equipment	73	.0822	6
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	433	.1409	61
344	Laboratory Equipment	1526	.1142	174
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	16137		1043

This amount goes on Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

COMPANY NAME

## BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 4937.92	\$ 1166.48
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 4937.92	\$ 1166.48
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 16,137	\$ 16,137
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	7,100	8293
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 9,037	\$ 7844
	<b>TOTAL ASSETS</b>	\$ 13,975	\$ 9010

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$	\$
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 1803	\$ 1348
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 1803	\$ 1348
	<b>TOTAL LIABILITIES</b>	\$	\$
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	12172	7662
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 12172	\$ 7662
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 13975	\$ 9010

COMPANY NAME

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 11170	\$ 12280
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 11170	\$ 12280
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power		
618	Chemicals	283	408
620	Repairs and Maintenance	2466	1240
621	Office Supplies and Expense	2272	197
630	Outside Services	5865	8524
635	Water Testing	445	542
641	Rents	500	0
650	Transportation Expenses	500	500
657	Insurance - General Liability	422	1892
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	1043	1043
408	Taxes Other Than Income	640	840
408.11	Property Taxes	494	884
409	Income Tax	0	0
	<b>TOTAL OPERATING EXPENSES</b>	\$ 14980	\$ 16112
	<b>OPERATING INCOME/(LOSS)</b>	\$ (3810)	\$ (3832)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(390)	(64)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (390)	\$ (64)
	<b>NET INCOME/(LOSS)</b>	\$ (4200)	\$ 3896



COMPANY NAME BONITA CREEK WATER CO.

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	12/1/1998			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ 2968	\$	\$	\$
Amount Outstanding	\$ 1348	\$	\$	\$
Date of Maturity	9/1/2005			
Interest Rate	3.920%			
Current Year Interest	\$ 64.00	\$	\$	\$
Current Year Principle	\$ 455.00	\$	\$	\$

Meter Deposit Balance at Test Year End \$

Meter Deposits Refunded During the Test Year \$

COMPANY NAME

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
	N/A					

- Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
SPRING FED CREEK	APPROX 700 GPM	
	(1200 ACRE- FT/YR)	

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
1 $\frac{3}{4}$	1	N/A	
STANBY'S			
1 $\frac{3}{4}$	1		
1 $\frac{1}{2}$	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000 GAL	1	N/A	

COMPANY NAME BONITA CREEK WATER CO.

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC + Steel	
3	PVC + Steel	
4		
5		
6		
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	40
3/4	N/A
1	N/A
1 1/2	N/A
2	N/A
Comp. 3	N/A
Turbo 3	N/A
Comp. 4	N/A
Tubo 4	N/A
Comp. 6	N/A
Tubo 6	N/A

For the following three items, list the utility owned assets in each category.

**TREATMENT EQUIPMENT:**

Chemical Proportioning Pumps (2) Alum + Sodium Hypochlorite  
 Two pressure filters (mixed media - sand)  
 Production meter 1 1/2"  
 Back turbid meter 1720C  
 Ultra Violet Lamp  
 UV Tester

**STRUCTURES:**

Water treatment plant building with chemicals,  
 Chemical filters  
 10,000 gal steel storage tank  
 1 3/4 hp sump pump (206 PM)

**OTHER:**

COMPANY NAME: BONITA CREEK WATER COMPANY

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	36	41,118	155,210
FEBRUARY	36	46,868	125,780
MARCH	36	35,356	83,440
APRIL	36	36,453	61,640
MAY	36	83,505	99,230
JUNE	38	96,693	129,940
JULY	39	109,581	176,910
AUGUST	39	86,626	121,070
SEPTEMBER	40	78,756	117,990
OCTOBER	40	53,710	80,030
NOVEMBER	40	33,983	52,010
DECEMBER	40	39,059	61,080
TOTAL		N/A 740,708	1,264,330

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes

(☒) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes

(☒) No

If yes, provide the GPCPD amount: N/A

What is the level of arsenic for each well on your system. N/A mg/l  
(If more than one well, please list each separately)

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

COMPANY NAME SONITA CREEK WATER CO. YEAR ENDING 12/31/2002

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2002 was: \$ 884.40

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

COMPANY NAME BONITA CREEK WATER COMPANY YEAR ENDING 12/31/2002

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported (7832.00)  
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability 50

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances N/A  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Robert E. Johnson  
SIGNATURE

8/6/03  
DATE

ROBERT E. JOHNSON  
PRINTED NAME

PRESIDENT BCLHA  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**VERIFICATION**STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

COUNTY OF (COUNTY NAME)	<u>GILA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>ROBERT E. JOHNSON - PRESIDENT</u>
COMPANY NAME	<u>BONITA CREEK LAND &amp; HOMEOWNERS ASSOC.</u>
	<u>BONITA CREEK WATER CO.</u>

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2002 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 12280.00

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 809.00  
IN SALES TAXES BILLED, OR COLLECTED

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

2nd

DAY OF

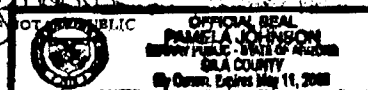
(SEAL)

MY COMMISSION EXPIRES 5-11-05

Robert E. Johnson  
SIGNATURE OF OWNER OR OFFICIAL  
928 474-0908  
TELEPHONE NUMBER

COUNTY NAME	<u>Gila</u>
MONTH	<u>Dec</u>
DAY	<u>Sept</u>
YEAR	<u>2003</u>

SIGNATURE OF NOTARY PUBLIC



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING

(COUNTY NAME) <u>GILA</u>		
NAME (OWNER OR OFFICIAL) <u>ROBERT E. JOHNSON</u>	TITLE <u>PRESIDENT</u>	
COMPANY NAME <u>BONITA CREEK LAND &amp; HOMEOWNERS ASSOC.</u> <u>BONITA CREEK WATER CO.</u>		
MONTH 12	DAY 31	YEAR 2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$12280.00

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 809.00  
IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

Robert E. Johnson  
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

2nd

DAY OF

(SEAL)

MY COMMISSION EXPIRES May 11, 2005

NOTARY PUBLIC NAME <u>Pamela Johnson</u>	
COUNTY NAME <u>Gila</u>	
MONTH <u>Sept</u>	YEAR <u>2003</u>

Pamela Johnson  
SIGNATURE OF NOTARY PUBLIC